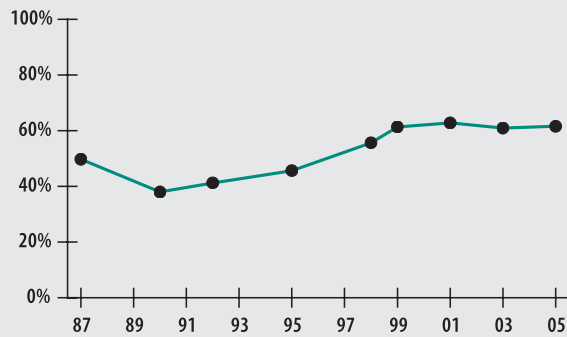
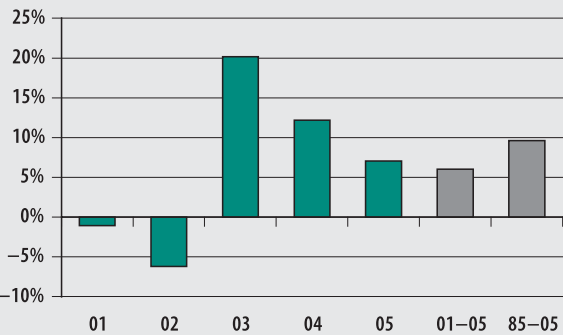


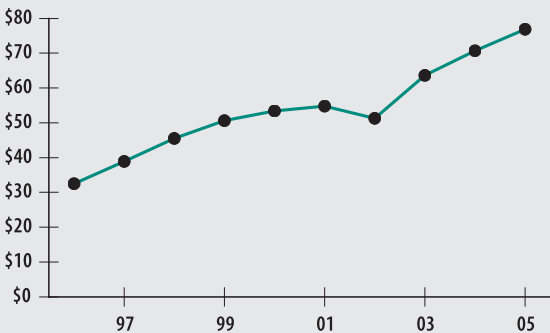
► **Funded Ratio (1987-2005)**



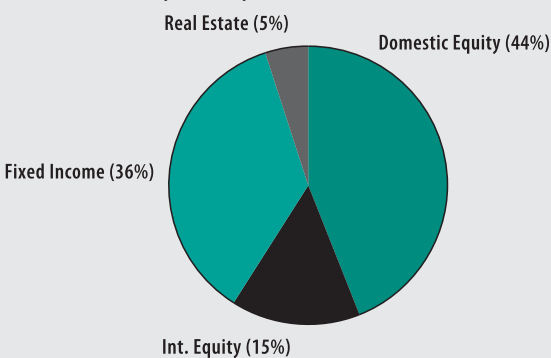
► **Investment Return (2001-2005, 5 Year and 21 Year Averages)**



► **Asset Growth (1996-2005) (Market Value in Millions)**



► **Asset Allocation (12/31/05)**



► **ACTUARIAL**

• Funded Ratio	61.6%
• Date of Last Valuation	01/05
• Actuary	Buck
• Assumed Rate of Return	8.00%
• Funding Schedule	2.5% Increasing
• Year Fully Funded	2023
• Unfunded Liability	\$45.9 M
• Total Pension Appropriation (Fiscal 2006)	\$5.5 M

	Active	Retired
• Number of Members	701	321
• Total Payroll/Benefit	\$25.7 M	\$6.1 M
• Average Salary/Benefit	\$36,700	\$19,000
• Average Age	NA	72
• Average Service	NA	NA

► **INVESTMENT**

Domestic Equity

- Batterymarch US Small Cap Equity Growth Fund
- Freedom Capital Management Corporation
- RhumbLine S&P 500 Pooled Index Fund

International Equity

- Boston Company International Equity Fund

Domestic Fixed Income

- CMG High Yield Fund
- SSgA Passive Bond Market Index SL Fund
- SSgA Treasury Inflation Protected Securities (TIPS) Fund

Real Estate

- Clarion Lion Properties Fund

Consultant

- Meketa Investment Group

Custodian

- Investors Bank & Trust

► 2005 Return	7.04%
► 2005 Target	7.90%
► 2005 Market Value	\$76.9 M
► 2001-2005 (Annualized)	6.02%
► 1985-2005 (Annualized)	9.60%